

# Population Healthcare Analysis

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#### Introduction

- Thomson Reuters met with project sponsors to plan a descriptive population healthcare analysis.
- Blue Shield of California, Anthem Blue Cross, Medco, Kaiser Permanente and Thomson Reuters serve as joint sponsors.
- The study will leverage the CalPERS Health Care Decision Support System data, embedded methods, and tools.
- The study will be completed in six months and the results will be presented to the CalPERS Health Benefits Committee.



# Study Objectives

- Profile CalPERS Basic population's healthcare utilization, including regional profile\*
- Compare to cost and utilization norms and identify possible areas for improvement
- Identify opportunities to reduce unwarranted variability in costs and utilization among geographic regions



<sup>\*</sup> geographic regions: Los Angeles, Other Southern CA, Bay Area/Sacramento, and Other Northern CA

### Approach

- Step 1: Population Health Profile
  - Describe overall healthcare utilization, regional differences, and comparison to external norms
- Step 2: Member Stratification
  - Describe the distribution of members by level of risk and associated costs; compare health risk patterns to external norms
- Step 3: Population Segment Analysis
  - Identify the specific clinical conditions most responsible for the cost for high risk members
- Step 4: Disease Profiles
  - Compare cost and utilization patterns to external norms and among regions for the "Top 5" specific conditions identified in Step 3



#### **Disease Profiles**

For each of the Top 5 selected clinical conditions, the analysis will include:

- Analysis of Cost Driver
- Profile of Utilization Patterns
- Clinical Analysis\*:
  - disease severity distribution
  - Important comorbidities
  - prescription drug utilization
  - regional variations in treatment
  - adherence to evidence-based standards
  - preference-sensitive treatments

<sup>\*</sup> Actual clinical analysis will be determined and conducted as appropriate for each selected disease; the analysis may include listed components and may include other components as appropriate for each disease.



#### Adherence with Evidence-Based Standards of Care

- If any of the "Top 5" conditions fall into one of the categories listed below, the disease profile will compare regional rates of adherence with nationally endorsed evidence-based care standards
  - Coronary Artery Disease
  - Heart Failure
  - Asthma
  - Diabetes
  - Cervical, Breast or Colorectal Cancer



# Example Measures of Evidence-Based Medicine: Annual Diabetes Care

- Hemoglobin A1C lab test
- Annual lipid level lab test
- Annual eye exam
- Annual microalbumin lab test for possible nephropathy



# Preference-Sensitive Surgical Procedures

- If any of the "Top 5" conditions fall into one of the categories listed below, the disease profile will compare regional costs and utilization rates
  - Low-back pain (MRI and surgery)
  - Stable Angina Pectoris (Angioplasty)
  - Benign prostate Hyperplasia (Prostatectomy)
  - Cholecystitis (Cholecystectomy)
  - Otitis Media (Ear Tubes)
  - Osteoarthritis (Hip and Knee Replacement)
  - Fibroid Tumors (Hysterectomy)



# **Project Timeline**

Project Task	<u>Start</u>	<u>End</u>
Conduct Analysis Steps 1 - 3	23-Mar-09	8-May-09
Review with project sponsors.	11-May-09	15-May-09
Conduct Disease Profile Analysis	18-May-09	31-Jul-09
Review with project sponsors.	3-Aug-09	7-Aug-09
Develop Study Findings Report	3-Aug-09	21-Aug-09
Review Report with project sponsors.	24-Aug-09	28-Aug-09
Prepare Final Report and Presentation.	31-Aug-09	10-Sep-09
Submit Final Report to project sponsors	10-Sep-09	10-Sep-09
Present to CalPERS HBC		Oct-09

